

~~SECRET~~

DPD-1758-60

29 February 1960

MEMORANDUM FOR THE RECORD

SUBJECT : Meeting with Mr. Herbert Miller concerning the overrun on Contract Number EQ-1806 with Eastman Kodak Company

1. On 24 February 1960, the undersigned, accompanied by Mr. Miller, visited both PIC and ORR to inspect the operation of the minicard equipment delivered under the subject contract. The Contractor had requested relief from an overrun estimated to approach [REDACTED].

2. Mr. Miller indicated the following after his visit to both locations:

a. The equipment delivered to PIC was not an improvement over that originally contemplated.

b. The electronics developed for the computer at ORR were much more complex than originally anticipated. However, certain other pieces of equipment such as the sorter did not perform as well as anticipated. Mr. Miller guessed that the additional work on the computer could have cost in excess of [REDACTED]. Considering all aspects of performance available to him, and also the benefits Eastman Kodak received in our supporting this work which could have commercial application, Mr. Miller's feeling was that from [REDACTED] of additional work was performed.

c. He stated he would attempt to discuss this matter with Mr. Bissell on 25 February 1960.

d. He would forward a memorandum covering his feelings on this matter for the record.

3. Upon receipt of 2(d) above, it is hoped that we will be in a position to make an offer to the Contractor to close out this contract.

25X1A

DPD-DD [REDACTED] pf

Distribution:

- ✓ 1 - Contracts/EQ-1806
- 1 - DD/P
- 1 - Ch/DB/DPD

Approved For Release 2002/06/13 : CIA-RDP81B00878R000800120006-0

~~SECRET~~

[REDACTED]
Contracting Officer, DPD

DOCUMENT NO.

NO CHANGE IN CLASS. ☒

☐ DECLASSIFIED

CLASS. CHANGED TO: TS S O

AUTH: HR 10-2

DATE: 17 DEC 1981 REVIEWER: 064540